February 27, 2007

Mr. Tim Hemig Director, Environmental Business NRG West 1819 Aston Avenue Suite 105 Carlsbad, CA 92008

SUBJECT:

Long Beach Generation, LLC, Proposed 260 Megawatt Re-Powering Project; Facility ID No. 115314, Location: 2665 West Seaside Blvd., Long Beach, CA

90802

Dear Mr. Hemig:

The South Coast Air Quality Management District (AQMD) has completed the review of your applications for Permits to Construct for the above referenced project. Our preliminary engineering review of the proposed project shows that it complies with all applicable Rules and Regulations of the AQMD. Prior to the issuance of the Permits to Construct, the attached public notice must be distributed in accordance with AQMD requirements.

The public notice requirements specified in AQMD Rule 212 apply to this project because the emissions from the re-powering project will exceed the threshold specified in Rule 212(g). This rule requires a 30-day public notice period prior to issuance of the final permit. As part of this public notice requirement, Rule 212(d) requires that the public notice must be distributed by the applicant to each address within a 1/4 mile radius of the project, and that the applicant must provide verification to the Executive Officer that the public notice has been distributed. In addition to these requirements, you also need to provide us with a description of the method used to determine the addresses within the 1/4-mile radius of the project. The notice will also be published (by AQMD) in a daily newspaper in the vicinity of your facility, and distributed to other interested parties as required by the referenced rule.

Based on the emission potential, this project is subject to the public notice requirements of AQMD Rules 212 (Standards for Approving Permits) and 3006 (Title V) and is a Title V Significant Permit Modification. Therefore, this project is subject to a 45-day EPA review and a 30-day public notice period under AQMD Rules 212 and 3006.

Enclosed is the public notice you are required to distribute to each address within a 1/4-mile radius of the project. PRIOR TO COPYING AND DISTRIBUTING THE NOTICE, PLEASE FILL IN THE DATE THAT THE NOTICE WILL ACTUALLY BE DISTRIBUTED AT THE BOTTOM OF THE NOTICE, AND SEND A DATED COPY TO THE AQMD.

Written verification referencing your application numbers, proof of distribution, and the method of determining the addresses must be forwarded to us. Proof of distribution shall include post office receipts, receipts from mail service or distribution service agencies, or other methods approved by the AQMD, describing boundaries of notification and addresses included in the mailing. All correspondence regarding this notice must be forwarded to the AQMD, 21865 Copley Drive, Diamond Bar, CA 91765-4182, Attention: Mr. Kenneth L. Coats.

The District files pertaining to the subject equipment will be available for public viewing at the AQMD's Diamond Bar office. The draft permit and our permit evaluation will also be available at the Long Beach Public Library, 101 Pacific Avenue, Long Beach, CA 90822 during the public notice period.

If you have any questions regarding this letter, please contact Mr. Kenneth L. Coats at (909) 396-2527 (kcoats@aqmd.gov) or Mr. John Yee at (909) 396-2531 (jyee@aqmd.gov).

Sincerely,

michael D. mille

Michael D. Mills, P.E Senior Manager General Commercial & Energy Team Engineering & Compliance

MDM:JTY:klc

Enclosures: Public Notice Proposed Title V Permit Engineering Analysis

Certified Mail Return Receipt Requested